CT Communications, Inc. 68 Caparrus Avenue East Post Office Box 227 Concord, NC 28026-022

EX PARTE OR LATE FILED

704-722-2500





EX PARTE FILING

September 18, 1998

Ms. Magalie Roman Salas Secretary Federal Communications Commission 1919 M Street, NW Room 222 Washington, DC 20554

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*DERAL COMMUNICATIONS COMMISSION MERCY IN THE SECRETARY

Re: Written Ex Parte Presentation CPD 97-24 and CC Docket No. 96-98,

Dear Ms. Salas:

The attached written ex parte presentation was provided to the Chairman and each of the Commissioners and indicated Commission staff on September 18, 1998. Pursuant to Commission rule 1.1206(b)(1), I am providing to you copies of the ex parte presentation.

If there are any questions, I can be reached at 704.722.2336.

Sincerely,

Jerry L. Weikle

Jerry & Wash

Manager - Regulatory Affairs

Enclosure

No. of Copies rec'd ListABCDE

CT Communications, Inc 68 Cabarrus Avenue East Post Office Box 227 Concord, NC 28026-022

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September 18, 1998

The Honorable William E. Kennard Chairman Federal Communications Commission 1919 M Street, NW, Room 814 Washington, DC 20554

Re: Interconnection Between LECs and Paging Companies, CPD 97-24; Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, CC Docket No. 96-98; Ex Parte Presentation

Dear Chairman Kennard:

CT Communications. Inc. and its subsidiary The Concord Telephone Company ("CTC") are caught in the middle of the LEC/Paging interconnection regulatory quagmire. CTC is a mid-size and rural incumbent local exchange carrier serving approximately 107,000 access lines covering three counties in North Carolina. Currently, paging companies have accrued approximately \$200,000 in unpaid balances to CTC. As a rural LEC, such nonpayment constitutes a financial strain to CTC. The unpaid balance continues to grow. The paging companies' contention that they do not need to pay is based on a strained and unfounded interpretation of FCC rules.

To compound the financial loss to CTC, because of shared facility FX arrangements paging companies have ordered between CTC and BellSouth in Charlotte, NC and because of intercompany settlement arrangements, CTC is required to pay BellSouth tariff rates while the paging companies continue their course of nonpayment. CTC has paid BellSouth close to \$20,000 that has not been reimbursed by paging companies. Combined, CTC is approximately \$220,000 in the red because of nonpayment for state tariffed facilities ordered by paging companies.

The Honorable William E. Kennard September 18, 1998 Page Two

These paging companies have provisioned service from CTC's General Exchange Tariff and BellSouth's General Subscriber Services Tariff as approved by the North Carolina Utilities Commission. Any other regulated service customer would have been rightfully disconnected for nonpayment. However, the paging companies are using an interpretation of FCC rules as an excuse for nonpayment of the amounts they owe pursuant to lawful and binding intrastate tariffs.

CTC is asking for a quick resolution to this regulatory quagmire that ensures compensation to CTC and all LECs for regulated services and facilities utilized by paging companies to operate as for profit companies.

Sincerely,

Jerry L. Weikle

Manager - Regulatory Affairs

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cc: Commissioner Susan Ness

Commissioner Harold Furchtgott-Roth

Commissioner Michael Powell

Commissioner Gloria Tristani

Thomas Power

Jim Casserly

Kevin Martin

Kyle Dixon

Paul Gallant

Kathryn Brown

James Schlichting

Iane Jackson

Ed Krachmer

Tamara Preiss